

Integrating Sustainability into DoD Acquisition Programs

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The Vision

Acquisition, Technology and Logistics

DoD developers, program managers, and prime contractors <u>analyze alternatives</u> for meeting mission requirements and <u>make informed</u> <u>decisions</u> that result in:

- Sustainable systems
- Lower Total Ownership Cost

How? Use Life Cycle Assessment Methods

Current Situation

Acquisition, Technology and Logistics

- Some good practices & results exist
- But...Sustainability insufficiently considered across DoD
 - Examples: water use, noise, toxic chemical use
- Need better Total Ownership Cost estimates
 - Not all sustainability & ESOH life cycle costs are estimated and analyzed
 - Large operating & support (O&S) costs often passed to operators
 - New DoD O&S cost guidance will help
- Need a consistent, practical DoD methodology for analyzing life cycle sustainability & related costs

Sustainability in DoD Acquisition

From Development through Disposal

Acquisition, Technology and Logistics **High Performance PERFORMANCE HUMAN HEALTH LIFE-CYCLE COSTS & ENVIRONMENT** Low Costs **Low Impacts**

Sustainability in DoD Acquisition

From Development through Disposal

Acquisition, Technology and Logistics

We can test & measure this **PERFORMANCE HUMAN HEALTH LIFE-CYCLE COSTS** & ENVIRONMENT We can We need some criteria to calculate this weigh alternatives Need to do better

Potential Life Cycle Assessment Methods

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- Process Life Cycle Impact Assessment (LCIA)...very data intensive...not all data available
- LCA "Light"...modified for less data intensity
- Economic Input-Output LCA...uses available aggregate industry sector financial and "output" data (e.g., Carnegie-Mellon Green Design Institute)
- Hybrid EIO-LCA...adds some detailed LCIA data for most sensitive outputs/impacts

Life Cycle Impact Assessment (LCIA)

ISO Standard 14040

Acquisition, Technology and Logistics

System Boundary Inputs **Outputs** Raw Materials Acquisition Air Emissions & Chemicals & **Greenhouse Gases Materials** Development & Manufacturing **Toxic Wastes Energy Impacts** Water Operation & Maintenance **Solid Wastes Land Use** Recycle or Disposal Wastewate

Early Decisions Have Long Term Cost & Health/Environmental Implications

The Way Ahead

Acquisition, Technology and Logistics

- Convene a DoD steering group...done
- Benchmarking study on methods & tools for analyzing sustainability...done
- Collect quantitative case studies...underway
- Adopt method(s) to DoD acquisition process...underway
- Pilot/test the process with DoD prime contractors
- Develop a Military Standard -- "Life Cycle Assessment for Sustainability in Acquisition"...working draft done
- Ensure sustainability related costs are included in life cycle cost estimates (include in OSD-CAPE¹ guidance)

¹ Office of the Secretary of Defense – Cost Analysis & Program Evaluation

Current Thinking – Part 1

Acquisition, Technology and Logistics

Focus on 3 key acquisition stages:

- Analysis of Alternatives (AoA)...use an "LCA light" method or Multi-Attribute Analysis
- Development...more detailed analysis
- Design...as detailed as data availability & resources will allow

Current Thinking – Part 2

Acquisition, Technology and Logistics

Focus on a few key "inputs" and "impacts"

System Boundary Research & **Mission Impacts Energy Development** Energy, water, land, & material Chemicals & availability; Noise **Production & Materials Human Health Impact Deployment** Cancer & non-cancer toxicity; Noise Water Use **Operation & Environmental Impact Land Use Support** Air & water emissions; Waste (SW + HW); **Land transformation Disposal Life Cycle Costs**

Current Thinking – Part 3

Acquisition, Technology and Logistics

Establish a Hierarchy of LCA Methods

1)Process level LCA

- Life cycle inventory
- Life cycle impact assessment (LCIA)

2)Economic Input-Output LCA

3)Streamlined LCA

Modified process for DoD acquisitions

Streamlined LCA - Attributes for Assessment

Acquisition, Technology and Logistics -

- Energy
- Chemicals & Materials
- Water
- Land Use
- Physical Hazards

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Energy

- System energy efficiency
- Support & sustainment energy efficiency
- Renewable energy use
- Energy source reliability

Acquisition, Technology and Logistics •

Chemicals & Materials

- Mass utilized
- Recovery & reuse potential
- Use of toxic & hazardous materials
- Exposure potential
- Chemical/material availability

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Water

- System water efficiency (quantity)
- Water degradation (quality)
- Water availability (scarcity)

Land Use

- Land transformed (quantity)
- Land degradation (quality)
- Duration of use

Acquisition, Technology and Logistics

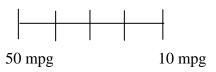
Physical Hazards

- Noise -- Operator exposure, community exposure (adverse basing/operating potential), ecological exposure (e.g., marine mammals)
- Ergonomics
- Radiation ionizing, non-ionizing, laser

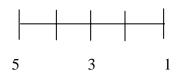
Scoring the Measures of Performance (MoPs)

Acquisition, Technology and Logistics

Quantitative Data Scale



Qualitative Data Scale



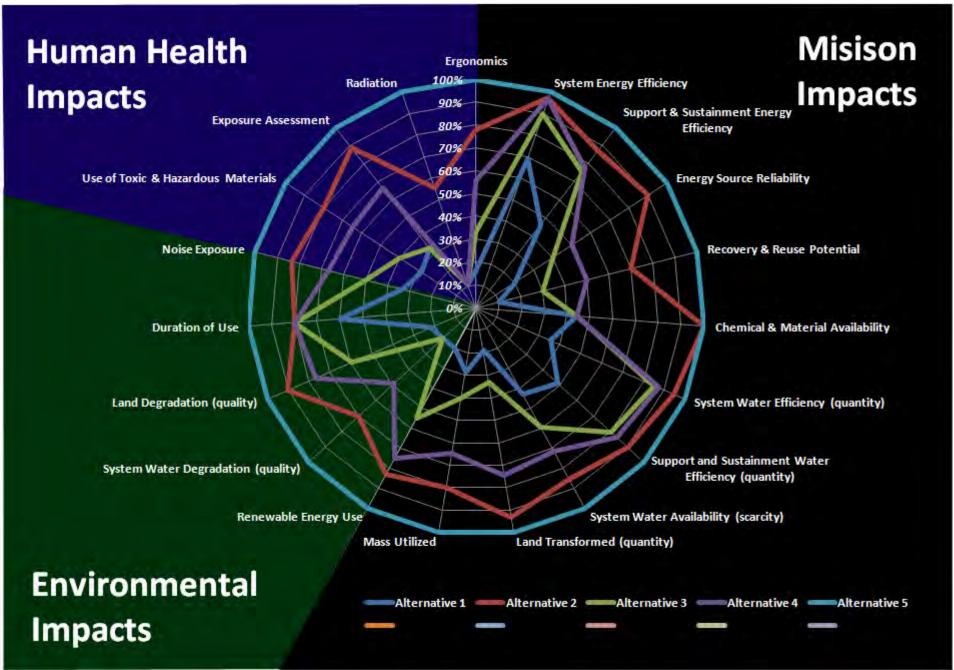
Ordinal Ranking

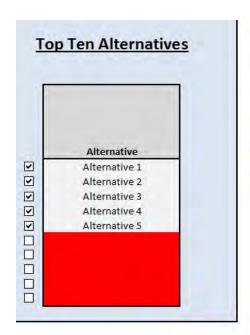
Scoring Method is based on what data is available

Displaying Outputs

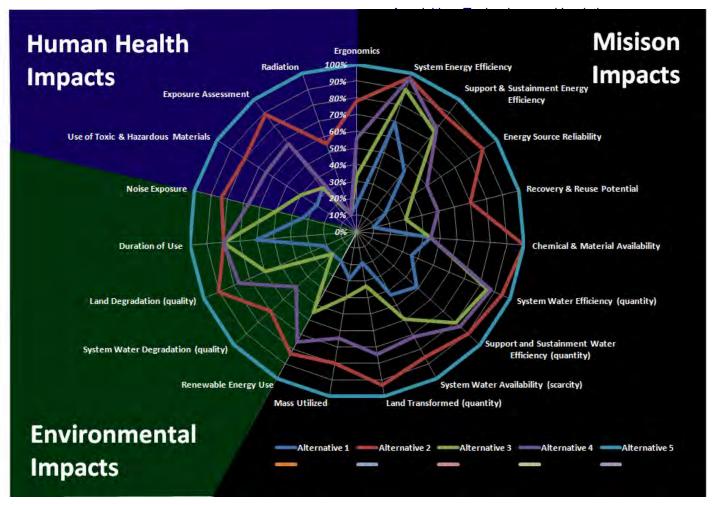
Acquisition, Technology and Logistics

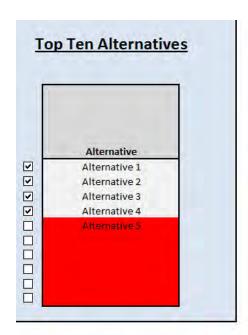
- Bar graphs
- Spider-web diagrams
- Use of Data Envelopment Analysis (DEA)
 - Also called frontier analysis
 - Used in operations research & investing (portfolio theory)
 - Runs a series of optimization calculations...finds most efficient alternatives as compared to all others



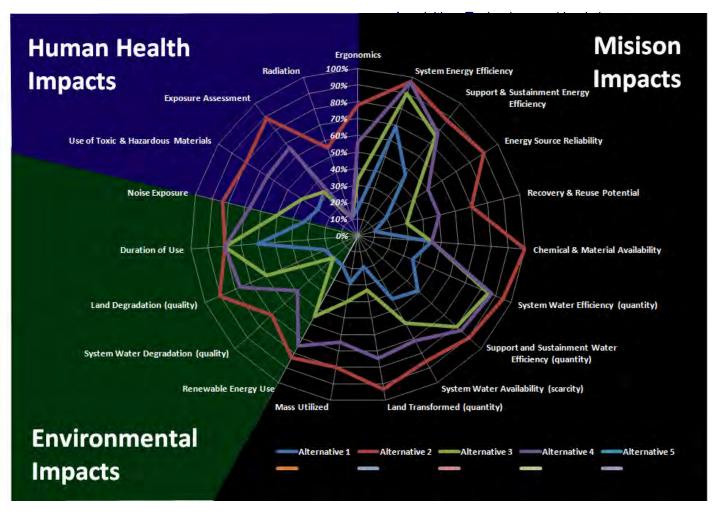


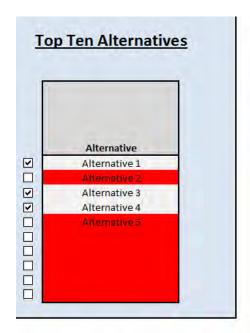
Outer Rings = Worse



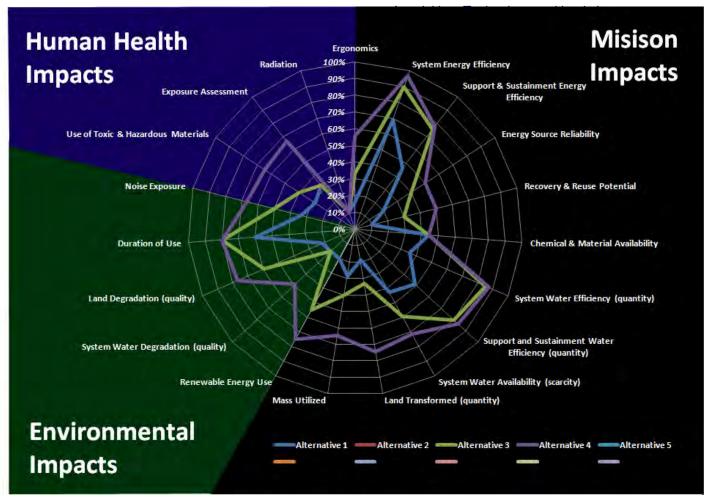


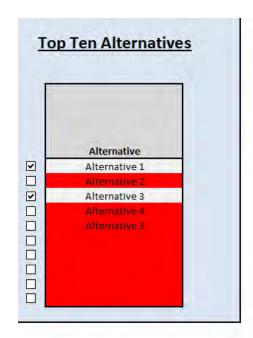
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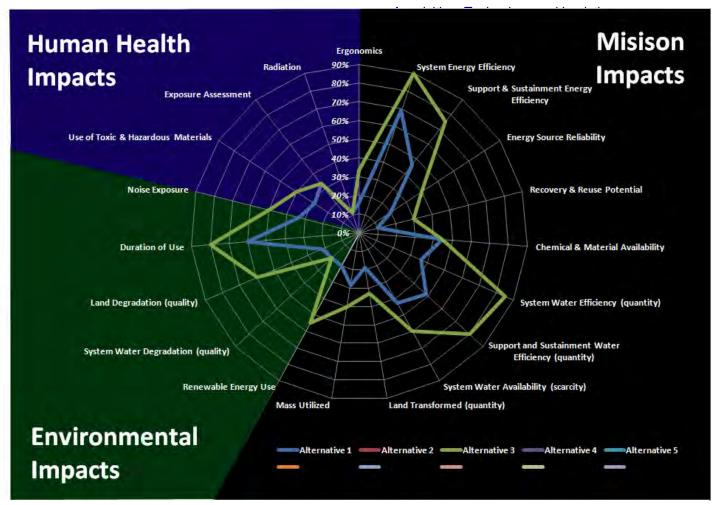


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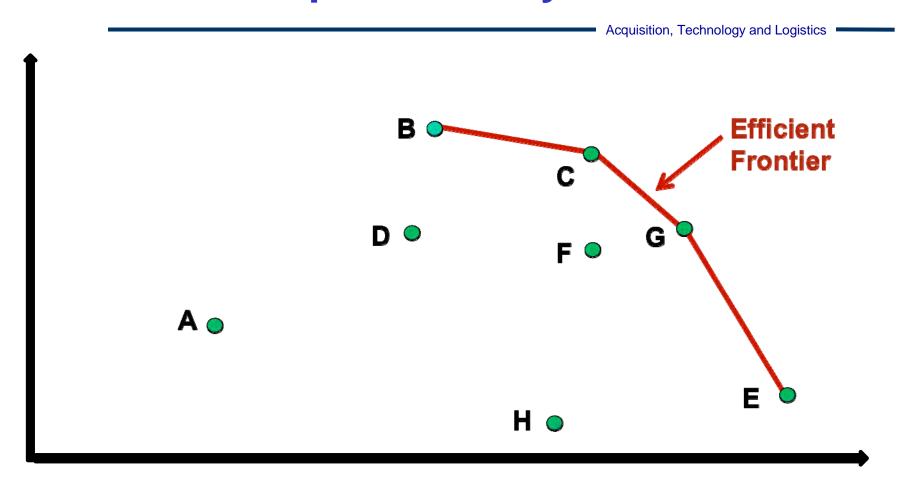




Outer Rings = Worse



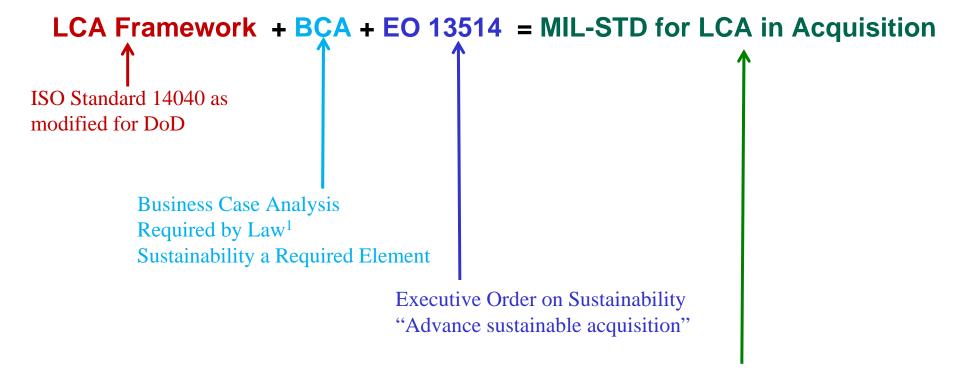
Data Envelopment Analysis - Notional



Alternatives B, C, G & E are most sustainable

Formula for Success

Acquisition, Technology and Logistics



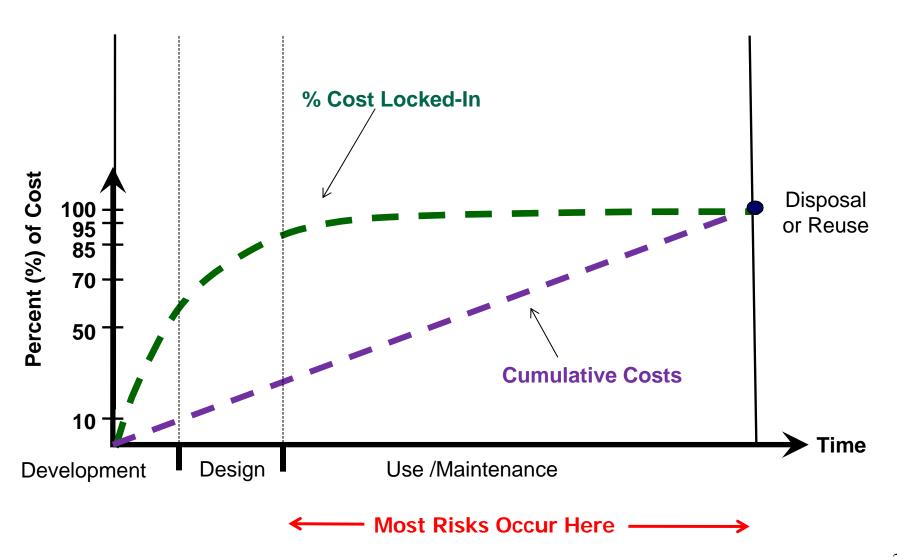
Military Standard
Sets a consistent assessment method
LCA is tailored for DoD

¹ National Defense Authorization Act of 2010, Section 805.

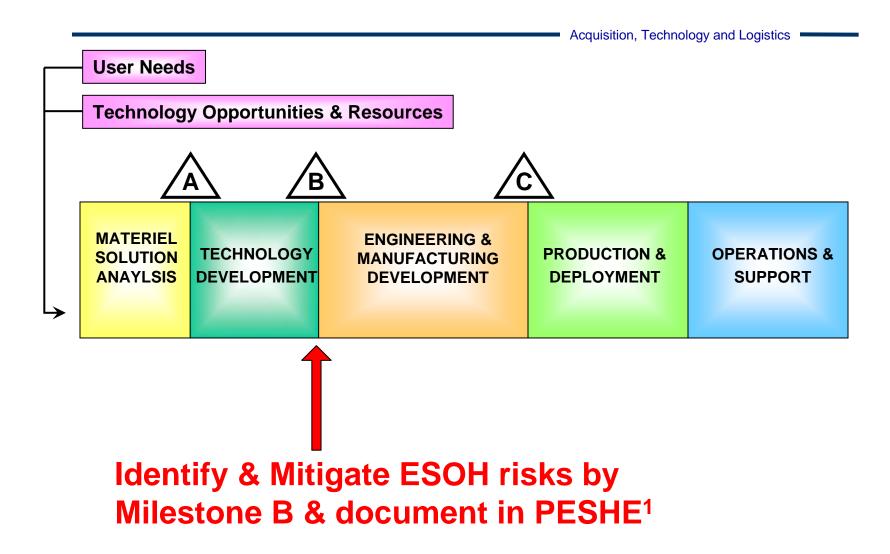
Questions & Discussion

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Life Cycle Costs & ESOH Impacts Are Locked-In Early Acquisition, Technology and Logistics

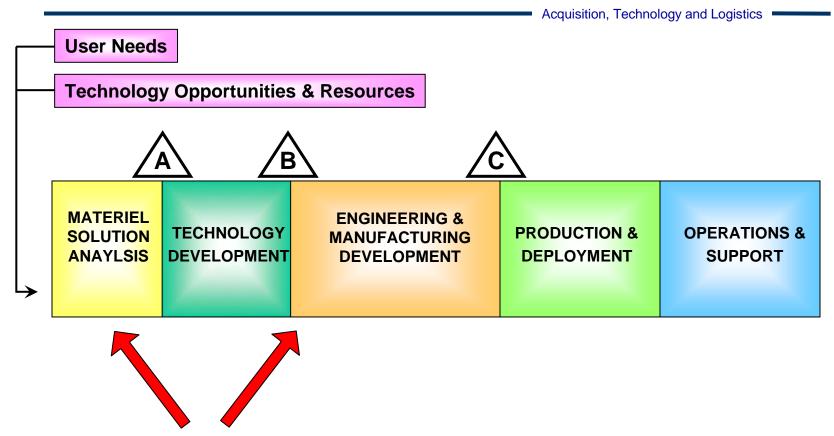


Current Paradigm



¹ Programmatic Environmental Safety & Health Evaluation

Desired Paradigm



Incorporate sustainability "up-front" starting in Analysis of Alternatives (AoA) & continuing through design

Current Thinking

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Focus on 4 key life cycle stages:

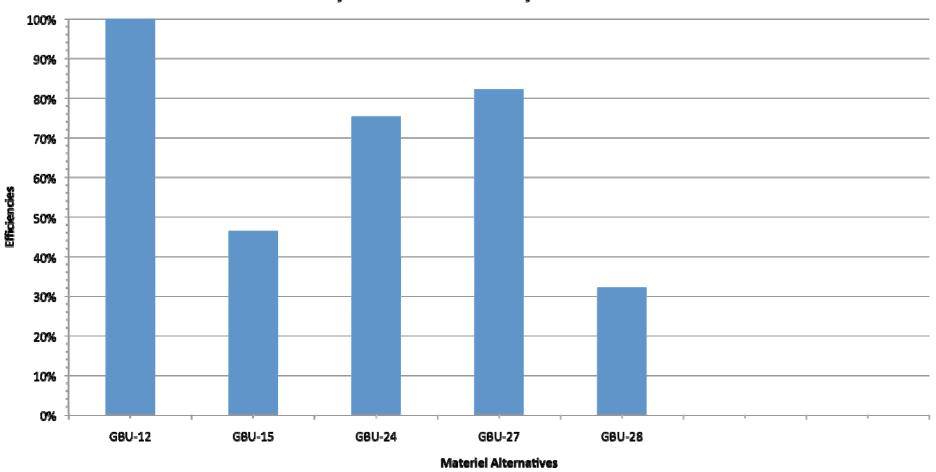
- Research & development
- Production & deployment
- Operation & support (O&S)
- Recycling/demilitarization/disposal

Stages are consistent with DoD O&S Cost Estimating Guide

Bar Graph Display of Relative Sustainability

Acquisition, Technology and Logistics

System Sustainability Scores



End Product

Acquisition, Technology and Logistics

DRAFT - Pre-decisional

NOT MEASUREMENT SENSITIVE

MIL-STD-XXX as of 19 August 2010

DEPARTMENT OF DEFENSE

LIFE CYCLE ASSESSMENT PROCESS FOR SUSTAINABILITY IN DOD ACQUISITIONS



Not for distribution outside the DoD Sustainability in Acquisition Working Group.